NOTICE OF PROPOSED ACTION

by the
State of Nevada
Division of Environmental Protection
Bureau of Air Pollution Control

Pursuant to Nevada Revised Statutes (NRS) Chapter 445B, the Nevada Administrative Code (NAC) Chapter 445B, and the Clean Air Act, the Division of Environmental Protection is issuing the following Notice of Proposed Action.

The Director received an application for a Class I Air Quality Operating Permit to Construct (OPTC) AP1041-3344 (FIN A0390) from the following applicant:

Hycroft Resources & Development, Inc. P.O. Box 3030 Winnemucca, Nevada 89446

Hycroft Resources & Development, Inc. is located in Humboldt County, approximately 55 miles west of Winnemucca, Nevada off of Jungo Road in Humboldt County. The project is located in all or portions of the following area: Sections 1 and 2, Township 34N, Range 29E, Sections 13, 23 through 27, and 34 through 36, Township 35N, Range 29E, and Sections 17 through 20, and 30 through 32, Township 35N, and Range 30E (MDB&M). The Director has prepared a tentative determination regarding the OPTC that, in brief, includes the following:

Hycroft Resources & Development, Inc. proposes to construct equipment that will support mining
activities at the Hycroft Resources & Development, Inc. property. As such, the following equipment and
processes are included in the draft OPTC: Ore conveyance equipment into the Mill, lime silo, new fire
assay lab equipment, new dry lab equipment, concrete batching facility, diesel generators, and mercury
units. Non-permitted equipment includes two (2) 3 MMBtu Boilers and two (2) 30,000 Gallon Diesel
Storage tanks.

On the basis of the preliminary review and the requirements of the NRS, the NAC and the Clean Air Act, the Director is hereby announcing his intent to issue the Class I Air Quality Operating Permit to Construct based on a review of the information submitted. A copy of the draft permit will be available for public inspection at the following location:

Humboldt County Library 85 East 5th Street Winnemucca, NV 89445-3010

Persons wishing to comment regarding this proposed action, or to request a hearing pursuant to NRS 445B Air Pollution and NAC 445B Air Controls, should submit their comments or request in writing, either in person or by mail or fax within thirty (30) days to:

Alyssa Ketchum Division of Environmental Protection - Nevada Bureau of Air Pollution Control 901 South Stewart Street, Suite 4001, Carson City, Nevada 89701-5249 (775) 687-9549, (775) 687-6396 FAX

The application, Director's Review, proposed permit, any comments received, and other relevant information may be copied at the above address or copies may be obtained by written request to the above address. Written comments or objections will be received at the Nevada Division of Environmental Protection, above address, until **September 23, 2013**, and will be retained and considered prior to final action on the Class 1 OPTC.

Please bring the foregoing notice to the attention of all interested persons.